

**CITY OF ANTLERS  
PUSHMATAHA COUNTY, OKLAHOMA**

**AUDITORS' REPORT  
AND  
FINANCIAL STATEMENTS**

**FISCAL YEAR ENDED  
JUNE 30, 2013**

***WILLIAM K. GAUER***  
***CERTIFIED PUBLIC ACCOUNTANT***  
***WATONGA, OKLAHOMA***

**CITY OF ANTLERS  
PUSHMATAHA COUNTY, OKLAHOMA  
CITY COUNCIL AND OFFICERS**

Mike Burrage,  
Mike Baggett  
Roy E. Jackson, to August 2012  
Madge Gentry  
Michael Riser  
Athelta Harmon, from September 2012

Mayor  
Councilmember  
Councilmember  
Councilmember  
Councilmember  
Councilmember

Joel Taylor

City Manager

Robin Bynum

City Clerk/Treasurer

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# **WILLIAM K. GAUER**

## **CERTIFIED PUBLIC ACCOUNTANT**

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### **INDEPENDENT AUDITOR'S REPORT**

To the City Council  
Antlers, Oklahoma

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Antlers, State of Oklahoma, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

#### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

#### **Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control.

Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a

basis for our audit opinions.

## **Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Antlers, State of Oklahoma, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

## **Other Matters**

### **Required Supplementary Information**

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis (omitted) and budgetary comparison information (Supplemental Section) be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements.

We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

## **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Antlers, State of Oklahoma's basic financial statements.

The combining and individual nonmajor fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and

individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

A handwritten signature in black ink, appearing to read "David J. Shaw". The signature is written in a cursive, flowing style.

W/ atonga, Oklahoma  
December 27, 2013

**CITY OF ANTLERS, OKLAHOMA**  
Statement of Net Position  
June 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>ASSETS</b>			
Current Assets:			
Cash and Cash Equivalents	\$ 436,272	\$ 683,210	\$ 1,119,482
Taxes Receivable	104,643	8,909	113,552
Accounts Receivable	-	114,489	114,489
Total Current Assets	<u>540,915</u>	<u>806,608</u>	<u>1,347,523</u>
Non-current Assets:			
Restricted Cash	94,963	168,971	263,934
Certificate of Deposit-Restricted	-	-	-
Taxes Receivable	-	-	-
Capital Assets (Note 4)			
Land, infrastructure	71,722	677,806	749,528
Capital assets, net of depreciation	1,531,901	18,036,853	19,568,754
Total Non-Current Assets	<u>1,698,586</u>	<u>18,883,630</u>	<u>20,582,215</u>
Total Assets	<u><u>2,239,501</u></u>	<u><u>19,690,238</u></u>	<u><u>21,929,739</u></u>
<b>LIABILITIES</b>			
Current Portion of Long-Term Debt	-	121,241	121,241
Due to Other Funds/Governments	53,453	-	53,453
Due to Depositors	-	30,041	30,041
Compensated Absences	23,973	13,031	37,004
Total Current Liabilities	<u>77,426</u>	<u>164,312</u>	<u>241,738</u>
Long-term Liabilities (Note 6)	-	5,789,869	5,789,869
Less: Current Portion of Long-Term, Debt	-	(121,241)	(121,241)
Total Liabilities	<u>77,426</u>	<u>5,832,940</u>	<u>5,910,366</u>
<b>NET POSITION</b>			
Invested in capital assets, net of related debt	1,603,623	12,924,790	14,528,412
Restricted	94,963	138,931	233,893
Unrestricted	463,489	793,578	1,257,066
Total Net Position	<u><u>\$ 2,162,074</u></u>	<u><u>\$ 13,857,298</u></u>	<u><u>\$ 16,019,372</u></u>
	-	-	-

See accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
Statement of Activities  
For the Fiscal Year Ended June 30, 2013

Functional Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
<b>Primary Government:</b>							
Governmental Activities:							
General Government	\$ 880,309	\$ 59,324	\$ -	\$ -	\$ (820,986)	\$ -	\$ (820,986)
Public Safety	1,144,155	688,891	4,484	-	(450,780)	-	(450,780)
Airport	44,777	16,815	-	-	(27,962)	-	(27,962)
Cemetery	17,073	6,563	-	-	(10,511)	-	(10,511)
Street and Alley	107,912	-	-	-	(107,912)	-	(107,912)
Culture, Parks and Recreation	208,941	13,584	16,612	-	(178,745)	-	(178,745)
Depreciation	129,808	-	-	-	(129,808)	-	(129,808)
Total governmental activities	<u>2,532,975</u>	<u>785,176</u>	<u>21,096</u>	<u>-</u>	<u>(1,726,702)</u>	<u>-</u>	<u>(1,726,702)</u>
Business-Type Activities:							
Water	602,331	764,869	-	146,739	\$ -	309,277	309,277
Sewer	320,790	332,735	-	-	-	11,945	11,945
Sanitation	157,755	195,357	-	-	-	37,602	37,602
Depreciation	445,480	-	-	-	-	(445,480)	(445,480)
Administrative and Operations	79,791	-	-	-	-	(79,791)	(79,791)
Industrial Trust Authority	15,324	38,470	-	-	-	23,146	23,146
Total business-type activities	<u>1,621,470</u>	<u>1,331,431</u>	<u>-</u>	<u>146,739</u>	<u>-</u>	<u>(143,300)</u>	<u>(143,300)</u>
<b>Total Primary Government</b>	<u>4,154,445</u>	<u>2,116,607</u>	<u>21,096</u>	<u>146,739</u>	<u>(1,726,702)</u>	<u>(143,300)</u>	<u>(1,870,003)</u>

General Revenues:

Taxes:

Sales, Tobacco and Other Tax	1,128,003	104,360	1,232,363
Use Tax	60,667	-	60,667
EMS Authority	88,775	-	88,775
Franchise Tax	62,710	-	62,710
E-911 Taxes, Restricted for Public Safety	40,298	-	40,298
Investment Income	778	1,495	2,273
Miscellaneous	190,971	44,488	235,459
Transfers-External Activity	22,950	-	22,950
Transfers-Internal Activity	40,171	(40,171)	-
Total general revenues and transfers	<u>1,635,323</u>	<u>110,172</u>	<u>1,745,495</u>

Changes in Net Assets (91,379) (33,128) (124,507)

Net Position - Beginning 2,253,453 13,890,426 16,143,879

Net Position - Ending 2,162,074 13,857,298 16,019,372

See accompanying notes to the basic financial statements.



CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF NET POSITION  
GOVERNMENTAL FUNDS - CASH BASIS  
JUNE 30, 2013

	General Fund	Other Funds	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 252,308	\$ 183,964	\$ 436,272
Accounts receivable	-	-	-
Total Unrestricted Assets	<u>252,308</u>	<u>183,964</u>	<u>436,272</u>
Restricted cash and cash equivalents	94,963	-	94,963
Capital Assets			
Land, inexhaustible assets and construction-in-process	-	-	-
Other capital assets, net of accumulated depreciation	-	-	-
Total Restricted Assets	<u>94,963</u>	<u>-</u>	<u>94,963</u>
Total Assets	<u>347,270</u>	<u>183,964</u>	<u>531,235</u>
<b>LIABILITIES</b>			
Due to Other Funds/Governmental Entities	-	-	-
Compensated Absences	-	-	-
Long-term debt			
Due within one year	-	-	-
Due in more than one year	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET POSITION</b>			
Non-Spendable:			
Invested in Capital Assets, net of debt	-	-	-
Restricted			
Capital Outlay	-	24,143	24,143
Committed			
911 Fund	-	23,168	23,168
Cemetery Fund	-	5,471	5,471
Assigned			
Library	-	17,990	17,990
Street & Alley	-	111,413	111,413
Senior Citizens	-	1,780	1,780
General Fund - EMS/Fire/Ambulance	94,963	-	94,963
Unrestricted			
General Fund	<u>252,308</u>	<u>-</u>	<u>252,308</u>
Total Net Position	<u>347,270</u>	<u>183,964</u>	<u>531,235</u>

**Reconciliation to Statement of Net Assets:**

Capital assets	1,603,623
Reverse tax receivable from prior statements	51,190
Compensated Absences not accrued on fund statements	<u>(23,973)</u>
	<u>\$ 2,162,074</u>

See accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF NET POSITION  
PROPRIETARY FUNDS  
JUNE 30, 2013

	Public Works Authority		Industrial Authority	Total
	Water/Trash	Sewer		
<b>ASSETS</b>				
Cash and cash equivalents	\$ 476,896	\$ 131,996	\$ 74,318	\$ 683,210
Certificate of deposit	-	-	-	-
Accounts receivable	91,739	22,750	-	114,489
Total Unrestricted Assets	568,635	154,746	74,318	797,699
Cash in bank - restricted	91,738	77,233	-	168,971
Certificate of deposit - restricted	-	-	-	-
Taxes receivable	8,909	-	-	8,909
Capital Assets				
Land, inexhaustible assets and construction-in-process	222,776	-	455,030	677,806
Other capital assets, net of accumulated depreciation	13,287,376	3,615,771	1,133,706	18,036,853
Total Restricted Assets	13,610,799	3,693,004	1,588,736	18,892,539
Total Assets	14,179,434	3,847,750	1,663,054	19,690,238
<b>LIABILITIES</b>				
Current Portion of Long-Term Debt	56,607	41,900	22,734	121,241
Meter Deposit Liability	30,041	-	-	30,041
Compensated absences	13,031	-	-	13,031
Current Liabilities	99,678	41,900	22,734	164,312
Long-Term Debt	3,226,801	2,352,000	211,068	5,789,869
Less: Current Portion of Long-Term Debt	(56,607)	(41,900)	(22,734)	(121,241)
Total Long-Term Liabilities	3,170,194	2,310,100	188,334	5,668,628
Total Liabilities	3,269,873	2,352,000	211,068	5,832,941
Invested in Capital Assets, net of debt	10,283,351	1,263,771	1,377,668	12,924,790
Restricted	70,606	77,233	-	147,840
Unrestricted	555,604	154,746	74,318	784,668
Total Net Position	\$ 10,909,561	\$ 1,495,750	\$ 1,451,986	\$ 13,857,297

See accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS

	General Fund	Other Funds	Total
<b>Revenues:</b>			
Taxes	\$ 1,190,713	\$ 205,448	\$ 1,396,161
Intergovernmental	106,334	21,745	128,079
Charges for services	582,229	2,188	584,417
Fines and forfeitures	24,159	27,771	51,930
Licenses and permits	4,487	-	4,487
Investment income	558	220	778
Miscellaneous	115,580	75,391	190,971
Total Revenues	<u>2,024,059</u>	<u>332,762</u>	<u>2,356,821</u>
<b>Expenditures:</b>			
Administration	76,087	-	76,087
City Clerk	59,198	-	59,198
Finance	50,266	-	50,266
Receipt Clerk	26,100	-	26,100
Police Department	358,354	-	358,354
Fire Department	569,526	-	569,526
EMS/Ambulance	54,284	-	54,284
Animal Control	4,149	-	4,149
Municipal Court	42,271	4,324	46,595
Public Safety	50,361	21,475	71,836
City Bus	644	-	644
Inmate	39,411	-	39,411
Airport:	21,557	23,220	44,777
Cemetery	17,073	-	17,073
Streets and Alley	-	107,912	107,912
Library	50,000	78,223	128,223
Swimming Pool	18,583	-	18,583
General Government	637,796	30,861	668,658
Senior Citizens Nutrition	10,281	51,210	61,491
Total Expenditures	<u>2,085,942</u>	<u>317,225</u>	<u>2,403,167</u>
Excess (deficiency) of revenues over expenditures	(61,883)	15,538	(46,345)
<b>Other Financing Sources</b>			
Transfers In	68,736	33,231	101,966
Transfers Out	-	57,072	57,072
Total Other Financing Sources	<u>68,736</u>	<u>(23,841)</u>	<u>44,894</u>
Net Changes in Fund Balances	6,853	(8,303)	(1,451)
Prior Period Adjustment	(60,290)	-	(60,290)
Fund Balance - Beginning	400,708	192,268	592,976
Fund Balance - Ending	<u>\$ 347,270</u>	<u>\$ 183,964</u>	<u>\$ 531,235</u>

**Reconciliation to the Statement of Activities:**

Net change in fund balances	
Compensated Abscences not accrued on fund statements	(23,973)
Governmental Funds reported as expenditures while activities report depreciation	62,402
Capitalized purchases	(129,808)
Depreciation expense	
Changes in Net Assets of Governmental Activities	<u>\$ (91,379)</u>

See Accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN NET POSITION  
PROPRIETARY FUNDS

	Public Works Authority		Industrial Authority	Total
Revenues:	Water/Trash	Sewer		
Charges for services:				
Water	\$ 764,869	\$ -	\$ -	\$ 764,869
Sanitation	195,357	-	-	195,357
Sewer	-	332,735	-	332,735
Rental	-	-	38,300	38,300
Miscellaneous receipts	39,048	1,651	170	40,869
Total Revenues	999,274	334,386	38,470	1,372,130
Expenses:				
Administration and operations	79,791	-	-	79,791
Industrial Trust Expenditures	-	-	8,062	8,062
Water	364,786	-	-	364,786
Sewer	-	320,790	-	320,790
Sanitation	157,755	-	-	157,755
Depreciation	365,255	74,447	5,778	445,480
Total Expenses	967,586	395,237	13,840	1,376,663
Operating Income (Loss)	31,688	(60,851)	24,630	(4,533)
Non-operating revenues (expenses):				
Tax Receipts	-	92,288	12,072	104,360
Investment Income	1,448	-	47	1,495
Interest expense	(138,515)	(76,128)	(1,484)	(216,126)
Sale of Assets	-	-	41,500	41,500
Total Non-operating Revenues (Expenses)	(137,067)	16,161	52,135	(68,771)
Net Income (Loss) before contributions and transfers in	(105,379)	(44,690)	76,764	(73,304)
Transfers in	-	-	-	-
Transfers out	40,175	-	-	40,175
Changes in Net Assets	(65,204)	(44,690)	76,764	(33,129)
Net Position - Beginning	10,974,765	1,540,440	1,375,222	13,890,426
Net Position - Ending	<u>\$ 10,909,561</u>	<u>\$ 1,495,750</u>	<u>\$ 1,451,986</u>	<u>\$ 13,857,297</u>

See Accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS

	Public Works Authority		Line Improvement Fund	Total
	Water/Trash	Sewer		
<b>Cash Flows from Operating Activities</b>				
Receipts from customers	\$ 957,738	\$ 338,241	\$ 38,300	\$ 1,334,279
Other income	39,048	1,651	170	40,869
Payments to Suppliers	(450,265)	(270,234)	(8,062)	(728,562)
Payments to Employees	(180,688)	(50,556)	-	(231,244)
Net Cash Provided (Used) by Operating Activities	365,833	19,102	30,408	415,343
<b>Cash Flows from Capital and Related Financing Activities</b>				
Sale of Tanks	-	-	41,500	41,500
Capital Expenditures	(37,742)	-	-	(37,742)
New borrowing OWRB	-	2,352,000	-	2,352,000
Repayments of Principal from Loans	(49,988)	(2,381,984)	(22,594)	(2,454,566)
Interest Paid on Debt	(138,515)	(76,128)	(1,484)	(216,126)
Purchases of Capital Assets or Infrastructure	-	-	-	-
Net Cash Provided (Used) by Capital and Related Financing Activities	(226,245)	(106,112)	17,422	(314,935)
<b>Cash Flows from Investing Activities</b>				
Investment Receipts	1,448	-	47	1,495
Redeem CDs	149,631	149,730	-	299,361
Transfers	(40,175)	-	-	(40,175)
Cash Flows provided (Used) by Investing Activities	110,905	149,730	47	260,682
Net Increase (Decrease) in Cash	250,492	62,721	47,876	361,089
Cash, Beginning of Fiscal Year	226,404	69,275	20,148	315,827
Total Cash, End of Year	<u>\$ 476,896</u>	<u>\$ 131,996</u>	<u>\$ 68,024</u>	<u>\$ 676,916</u>
<b>Reconciliation of Net Income to Net Cash Provided (Used) by Operating Activities:</b>				
<b>Operating Loss</b>	<b>\$ 31,688</b>	<b>\$ (60,851)</b>	<b>\$ 24,630</b>	<b>\$ (4,533)</b>
Adjustments to reconcile Net Income to Net Cash				
Depreciation	365,255	74,447	5,778	445,480
Gain on Sale of Land	-	-	-	-
(Increase) Decrease in Accounts Receivable	(2,488)	5,505	-	3,017
Increase (Decrease) in Accrued Expenses	(28,622)	-	-	(28,622)
Net Cash Provided (Used) by Operating Activities	<u>\$ 365,833</u>	<u>\$ 19,102</u>	<u>\$ 30,408</u>	<u>\$ 415,342</u>

See Accompanying notes to the basic financial statements.

**Notes to Financial Statements**  
**City of Antlers**  
**June 30, 2013**

**I. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**A. Reporting Entity**

The City of Antlers, Oklahoma operates under a council-manager form of government with an elected five-member Council. In defining the reporting entity for financial reporting purposes, management has considered potential component units by applying criteria set forth in Statement 14 of the Governmental Accounting Standards Board, "The Financial Reporting Entity," as amended by Statement 39 of the Governmental Accounting Standards Board, "Determining Whether Certain Organizations are Component Units."

**Blended Component Unit—Antlers Public Works Authority**

The Antlers Public Works Authority (PWA) was established by the Council as a Public Trust during 1979. The purpose of the Trust is to finance, develop, and operate the water, wastewater, and sanitation services or activities of the City of Antlers.

**Blended Component Unit—Industrial Trust Authority**

The Industrial Trust Authority was developed to finance, develop and operate a city owned property to attract or retain existing business industry.

**B. Government-wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the City of Antlers (the primary government) and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from its legally separate component unit.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, internal service fund and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

#### C. Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported typically reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund and fiduciary fund financial statements. Revenues are recognized when earned and expenses are recognized when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the cash basis of accounting. Revenues are recognized as soon as they are both received. Revenues are considered to be available when they are collectible within the current period and soon enough thereafter to pay liabilities of the current period. The City considers all revenues available if they are collected within by the end of the fiscal year, June 30. Expenditures generally are recorded when paid.

The City reports the following major governmental funds:

The general fund is the City's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. This includes the Ambulance and Emergency Management Service accounts.

The Library fund is used to account for receipts and disbursements related to operation of the municipal library.

The capital outlay fund uses its receipts or revenues to maintain and operate the City's capital assets.

The 911 Fund accounts for the receipts and expenditure of 911 fees and expenses.

The cemetery funds uses it receipts from charges for services for the maintenance and operation of the City's cemetery.

The Court fund accounts for the receipts and expenditures or expenses of the municipal court fund, which includes traffic fines.

The Seniors Nutrition fund account for receipts and expenses of the Senior Center.

Enterprise funds are used to account for those operations that are financed and operated in a manner similar to private business or where management has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability. The City's enterprise fund consists of the activities of the Public Works Authority and the Industrial Trust Authority.

The City reports the following major enterprise fund:

The Public Works Authority fund accounts for the activities at the various water, wastewater, and sanitation services performed by the City.

The Industrial Trust Authority fund accounts for the receipts and expenditures to promote and retain commercial development.

The City applies all applicable GASB pronouncements as well as the following pronouncements issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions and Accounting Research Bulletins (ARBs). As permitted by GASB No. 20, the City has elected not to follow subsequent private-sector guidance in its business-type activities and enterprise funds.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions. General revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Town's enterprise funds and internal service fund are charges for services to customers. Operating expenses for the enterprise funds and the internal service fund include the cost of personnel, contractual services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

#### D. Assets, Liabilities and Net Assets

##### 1. Deposits and Investments

The City's and its component unit's cash and cash equivalents consist of cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition and readily convertible to cash.

The City has established a formal Investment Policy that governs the investment of all funds other than its permanent funds, private-purpose trust funds, and agency funds. Pursuant to its Investment Policy and applicable Oklahoma law, investments for the City and its component unit are reported at fair value. Additionally, Investments are restricted or confined to Certificate of Deposits.



**2. Receivables and Payables**

The City does not record receivables or payables on the face of the basic financial statements. Interfund balances are recorded as due "due to/from other funds."

**3. Inventories and prepaid items**

The City does not maintain or record amounts on the basic financial statements for inventory or prepaid items.

**4. Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. All infrastructure, regardless of acquisition date, has been reported.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No business-type activity interest was capitalized in the current period.

Property, plant, and equipment of the primary government, as well as the component unit, is depreciated using the straight line method over the assets' estimated useful lives ranging from 5 to 50 years.

Assets	Years
Buildings	45–50
Improvements other than buildings	20
Machinery and equipment	5–20
Vehicles	5–15
Intangibles	5–20
Infrastructure	20–50

See Figure No. 1 for detail of Capital Assets.

## 5. Compensated Absences

Under the terms of personnel policies and union contracts, vacation and sick leave (compensated absences) are granted in varying amounts according to length of service. Certain employees also earn compensatory time. A liability for vested or accumulated vacation, sick and compensatory leave is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements. All accumulated leave is accrued when incurred in the government-wide financial statements. Only vacation time is accrued as compensated absences. The City Council established a new policy that only employees that have had two years of service are eligible to receive accrued vacation time at termination.

## 6. Long-term Obligations

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as expenditures.

## 7. Fund Equity

In the fund financial statements, governmental fund balance is presented in five possible categories:

Nonspendable—resources which cannot be spent because they are either a) not in spendable form or; b) legally or contractually required to be maintained intact.

Restricted—resources with constraints placed on the use of resources are either a) externally imposed by creditors (such as through debt covenants), grantors, contributors, or laws or regulations of other governments; or b) imposed by law through constitutional provisions or enabling legislation.

Committed—resources which are subject to limitations the government imposes upon itself at its highest level of decision making, and that remain binding unless removed in the same manner.

Assigned—resources neither restricted nor committed for which a government has a stated intended use as established by the Town Council or a body or official to which the Town Council has delegated the authority to assign amounts for specific purposes.

Unassigned—resources which cannot be properly classified in one of the other four categories. The General Fund is the only fund that reports a positive unassigned fund balance amount. Unassigned balances also include negative balances in the governmental funds reporting resources restricted for specific programs.

#### 8. Use of Estimates

Preparation of the City's financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent items at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

#### 9. New Pronouncements

Beginning with the fiscal year ended June 30, 2007, and continuing with these statements, the City has applied the provisions of Governmental Accounting Standards Board Statement 51. During the fiscal year ended June 30, 2010 the City has not adopted the provisions of Statements No. 45 and 54.

### II. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

#### A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets

The governmental fund balance sheet includes a reconciliation between fund balance—total governmental funds and net assets—governmental activities as reported in the government-wide statement of net assets.

One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and therefore are not reported in the funds." The details of this \$2,162,074 are as follows:

Capital assets, net	\$	1,603,623
Compensated Absences		(23,973)
Net Position of Governmental Funds-Cash Basis		<u>531,235</u>
Net adjustment to increase fund balance—total governmental funds to arrive at net assets—governmental activities	\$	2,162,074

#### B. Explanation of certain differences between the governmental fund statement of revenues, expenditures and changes in fund balances and the government-wide statement of activities

The governmental fund statement of revenues, expenditures and changes in fund balances includes a reconciliation between net changes in fund balances—total governmental funds and changes in net assets of governmental activities as reported in the government-wide statement of activities.

One element of that reconciliation explains that “governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense.” The details of this \$91,379 difference is as follows:

Capital outlay	\$ 62,402
Compensated Absences	(23,973)
Depreciation expense	(129,808)
Net adjustment to increase net changes in fund balances—total governmental funds to arrive at changes in net assets of governmental activities	\$ (91,379)

### III. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

#### A. Budgetary Information

An annual budget of the General Fund is legally adopted by the City Council through the passage of an appropriation resolve. There is a difference between the budgetary basis (Cash Basis) and generally accepted accounting principles (GAAP). The legal level of budgetary control is that level of expenditure authority that may not be exceeded or reassigned without the approval of the City Council. The City Charter gives the City Manager may at any time transfer any unencumbered appropriation balance, or portion thereof, between general classifications of expenditures within an office, department or agency. Accordingly, the legal level of budgetary control is an office, department or agency. Historically, the appropriated budget for the General Fund is prepared by department or activity.

The accounting system is employed as a budgetary management control device to monitor the individual departments. The Council did not make any amended budgetary appropriations throughout the year.

All appropriations of the general fund lapse at the end of the fiscal year to the extent that they have not been expended or lawfully encumbered. Encumbrance accounting is employed in the governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as a designation of fund balances and do not constitute expenditures or liabilities. The commitments are re-appropriated and honored during the subsequent year.

The amounts reported as “Final Budgeted Amounts” on the Statement of Revenues, Expenditures and Changes in Fund Balances—Budget and Actual, for the General Fund, include the adopted budget as well as prior-year encumbrances, additional appropriations and transfers.

B. State statute prohibits the use of deficit spending. No council shall operate or approve encumbrances or expenditures that result in a fund deficit for the current or future years.

#### IV. DETAILED NOTES ON ALL FUNDS

##### A. Deposits and Investments

###### Primary government:

As of June 30, 2013, the policy of the primary government is to invest in certificate of deposits, only.

Interest rate risk. The City does not currently have a policy regarding interest rate risk.

Credit risk. The City does not have a formal policy regarding credit risk. Oklahoma statutes authorize the City to invest only in certificates of deposits that are either guaranteed or fully collateralized by the financial institution that holds the deposits.

Custodial credit risk—deposits. This is the risk that in the event of a bank failure, the City's deposits may not be returned to it.

##### B. Receivables

The Cite record receivable that are primarily various taxes that will be received in July of the following fiscal year.

The PWA records the billings at the end of the month and the receivable are primarily the June billings for utility services.

##### D. Interfund Balances and Transfers

The composition of interfund balances as of June 30, 2013, is as follows. The due to/from balances result from receipts and disbursements being made through the General Fund cash accounts. These balances will be eliminated when cash transfers are made to the appropriate funds. The advances are interfund loans from the general fund.

###### Transfers:

Receivable Fund	Payable Fund	Amount
General Fund	911 Fund	\$ 28,600
	Capital Improvement	5,025
Nutrition Fund	Capital Improvement	10,281
General Fund	PWA Trash	40,000
	PWA Meter Fund	136
PWA Repair & Replace	Public Works Authority	32,604
<b>Other Governmental Units</b>		
General Fund	Pushmataha County	7,200
911 Fund	Pushmataha County	15,750

**E. Leases**

The City has no operating or capital leases as of June 30, 2013 that are presented separately.

**F. Long-Term Debt**

Business-type long-term debt payable from net revenues generated by the utility resources pledged to the debt includes the following:

**Notes Payable:****BUSINESS-TYPE ACTIVITIES*****Public Works Authority:***

Department of Commerce Note in the amount of \$125,000	
Payable in monthly installments of \$520.84 with interest at 0.00%	\$ 38,541
USDA Rural Development Note in the amount of \$807,500.	
Payable in monthly installments of \$3,667 with interest at 4.50%.	\$ 0
USDA Rural Development Note in the amount of \$121,000.	
Payable in monthly installments of \$792 with interest at 4.50%.	\$ 0
USDA Rural Development Note in the amount of \$1,644,000.	
payable in monthly installments of \$7,086 with interest at 4.125%.	\$ 0
Oklahoma Water Resource Board (OWRB) \$2,352,000	
payable in monthly installments to a trustee, \$10,713 at 2.32% and pledged with sewer revenues and 0.25% sales tax	\$2,352,000
USDA Rural Development Note Dated 12/31/2007	
In monthly installments of 7,331 with interest at 4.25%	\$1,590,124
USDA Rural Development Note Dated 12/31/2007	
In monthly installments of 7,206 with interest at 4.375%	\$1,552,737
FirstBank to complete Library Expansion \$50,250	
Payable in monthly installments with interest at 5.50%	45,400

*Industrial Trust Authority:*

Department of Commerce Note in the amount of \$400,000

Payable in monthly installments of \$1,666.66 with interest at 0.00%    \$ 186,667

First American Bank to purchase Land \$30,000

Payable in monthly installments of \$329.15 with interest at 4.24%    24,401

Total Notes Payable

\$ 5,789,870

## Notes Payable:

*Public Works Authority***Beg Bal****Additions****Retirements****End Bal**

Department of Commerce

44,791

0

6,250

38,541

USDA 03

751,230

0

751,230

0

USDA 01

91,288

0

91,288

0

USDA 05

1,539,466

0

1,539,466

0

OWRB Series 2013

2,352,000

0

2,352,000

USDA 04

1,610,051

0

19,927

1,590,123

USDA 02

1,571,697

0

18,960

1,552,737

FirstBank

50,250

0

4,85045,400

Total PWA

5,658,772

214,771

5,578,801

Less Current

98,507

5,480,294

*Industrial Park Authority*

Department of Commerce

\$ 206,667

0

20,000

186,667

First State Bank

26,995

0

2,59424,401

Total IDA

\$ 233,662

21,404

211,068

Less Current

22,734

188,304

Maturities of Long-Term debt are as follows:

**Total****Principle**

Payments due June 30, 2014

303,318

121,241

June 30, 2015

346,073

156,461

June 30, 2016

346,073

160,685

June 30, 2017

346,073

165,354

June 30, 2018

337,093

160,910

June 30, 2019 to June 30, 2023

1,630,980

813,398

June 30, 2024 to June 30, 2028

1,519,368

702,970

June 30, 2029 to June 30, 2033

1,519,368

890,632

June 30, 2034 to June 30, 2038	1,519,368	1,108,752
June 30, 2039 to June 30, 2043	876,600	609,584
June 30, 2044 to June 30, 2048	876,600	745,234
June 30, 2049 to June 30, 2053	266,983	258,605

The new debt issuance with the Oklahoma Water Resources Board has a debt coverage requirement of 1.25 revenue over expenses, excluding depreciation an....

#### **Revenue Bond Coverage**

	2013
Pledged utility revenue	\$ 334,386
Pledged sales tax	277,501
Utility operating expenses	(395,237)
Exclude depreciation	74,447
Net revenues available	291,097
Annual debt service	128,554
Computed coverage	2.26
Required	1.25

#### **G. Short-Term Debt**

The City did not issue or retire any short-term debt during the fiscal year and had none outstanding at June 30, 2013. The proprietary funds have a current portion of their long-term debt of \$121,241.

#### **H. Components of Fund Balances**

Fund Balances are divided up into three categories; (1) Invested in capital assets, net of debt, (2) Restricted, and (3) Unrestricted.

The proprietary funds contain restricted cash amounts for customer utility deposits and other for debt service covenants.

### **V. OTHER INFORMATION**

#### **A. Risk Management**

The City is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and other risks for which the City insurance. There have been no significant changes in insurance coverage during the past fiscal year. For the three fiscal years ended June 30, 2013, 2012 and 2011 there have been no settlements in excess of coverage.



The City belongs to the OKLAHOMA MUNICIPAL ASSURANCE GROUP (OMAG) for most of its municipal property and liability exposures.

For worker's compensation, the City and its related authorities participate in OMAG.

#### B. Contingent Liabilities

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

At time there are various claims and suits brought against the City that arise in the normal course of the City's activities. In the opinion of counsel and Town management, the ultimate disposition of these various claims and suits will have no material effect on the financial position of the City.

#### C. Deferred Compensation Plan

The City offers no deferred compensation plan to its employees.

#### D. Defined Benefit Pension Plans

The City of Antlers is contributing by ordinance a retirement fund and system designated the "Employee Retirement System of Antlers, Oklahoma" under authority granted by Oklahoma Statutes Title 11 § 48-101. The City participates with other cities in the Oklahoma Municipal Retirement System, which is a cost sharing, multiple-employer public employee retirement system (PERS).

The City has incurred the following expenditure for the last three years as it relates to this matter:

June 30, 2011	\$ 40,482
June 30, 2012	36,491
June 30, 2013	38,029

#### *Firefighters pension plan*

##### Contributions required and contributions made

The City makes annual contributions to the pension plan equal to the amount required by state statutes. According to Title 11, O.S. 49-122 (C) cities are to contribute \$60.00 yearly to the Oklahoma Firefighters Pension and Retirement System for each active volunteer firefighter.

#### E. Other Post Employment Benefits

The City has no OPED as of June 30, 2013.

**F. Overlapping Debt**

The City has no overlapping debt as of June 30, 2013.

**G. Quasi-Municipal Debt**

The City does not have any debt or obligation that would be defined as Quasi-Municipal Debt, as of June 30, 2013.

**H. Joint Venture**

The City is not and has not entered into any joint ventures as of June 30, 2013.

**I. Commitments**

As of June 30, 2013, the City had various contractual commitments. No significant commitments are material to the financial position of the City.

**J. Long-Term Receivables**

The city has no long-term receivables as of June 30, 2013.

**K. Subsequent Events**

As of December 27, 2013, the issuance date of this report, no subsequent reports have occurred that effect the City or its financial statements as presented.

CITY OF ANTLERS, OKLAHOMA  
Schedule of Changes in Capital Assets

**Figure 1. Continuation of Notes to The Financial Statements**

	July 1, 2012	Additions	Disposals	June 30, 2013
<b>Governmental Activities:</b>				
Capital assets not being depreciated:				
Land	\$ 71,722	\$ -	\$ -	\$ 71,722
Other inexhaustible assets	-	-	-	-
Construction in progress	-	-	-	-
Total capital assets not being depreciated	71,722	-	-	71,722
Other capital assets				
Buildings	1,987,234	29,963	-	2,017,198
Machinery and equipment	1,214,118	7,779	-	1,221,897
Improvements	114,432	-	-	114,432
Total other capital assets at historical costs	3,315,784	37,742	-	3,353,526
Less accumulated depreciation for:				
Buildings	832,215	66,241	-	898,456
Machinery and equipment	856,419	60,706	-	917,125
Improvements	3,183	2,861	-	6,044
Total accumulated depreciation	1,691,817	129,808	-	1,821,625
Other capital assets, net	1,623,966	(92,065)	-	1,531,901
Governmental activities capital assets, net	\$ 1,695,688	\$ (92,065)	\$ -	\$ 1,603,623
<b>Business-type activities:</b>				
Capital assets not being depreciated:				
Land	504,667	-	-	504,667
Other	-	-	-	-
Construction in progress	-	173,139	-	173,139
Total capital assets not being depreciated	504,667	173,139	-	677,806
Other capital assets				
Buildings	739,800	-	-	739,800
Ethanol Plant	115,553	-	41,500	74,053
Machinery and equipment	781,553	-	-	781,553
Improvements	18,798,221	160,514	-	18,958,735
Total other capital assets at historical costs	20,435,127	160,514	41,500	20,554,141
Less accumulated depreciation for:				
Buildings	-	24,660	-	402,221
Ethanol Plant	17,232	5,778	-	23,009
Machinery and equipment	653,505	39,078	-	692,582
Improvements	1,023,511	375,964	-	1,399,475
Total accumulated depreciation	2,071,808	445,480	-	2,517,288
Other capital assets, net	18,363,319	(284,966)	41,500	18,036,853
Business-type activities capital assets, net	\$ 18,867,986	\$ (111,827)	\$ 41,500	\$ 18,714,659

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## **REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

To the City Council  
City of Antlers, Oklahoma

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of City of Antlers, State of Oklahoma, as of and for the year ended June 30, 2013, and the related notes to the financial statements, which collectively comprise City of Antlers, State of Oklahoma's basic financial statements, and have issued our report thereon dated December 27, 2013.

### **Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered City of Antlers, State of Oklahoma's (City) internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected

and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or, significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

### **Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Watonga, Oklahoma  
December 27, 2013

## **SUPPLEMENTAL INFORMATION**

**CITY OF ANTILERS, OKLAHOMA**  
**Budgetary Comparison Schedule General Fund--Cash Basis**  
**For the Fiscal Year Ended June 30, 2013**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
<b>Beginning Budgetary Fund Balance:</b>	\$ 41,791	\$ 13,191	\$ 334,205	\$ 321,014
<b>Resources (Inflows):</b>				
<b>Taxes:</b>				
Franchise Tax	61,659	61,659	62,710	1,051
Sales Tax	1,115,668	1,115,668	1,110,006	(5,663)
Occupation Tax	4,587	4,587	3,380	(1,207)
Tobacco Tax	16,563	16,563	14,618	(1,946)
Total Taxes	1,198,477	1,198,477	1,190,713	(7,764)
<b>Intergovernmental:</b>				
Alcoholic Beverage Tax	89,189	89,189	93,379	4,190
Payment in Lieu of Taxes	8,245	8,245	8,471	226
Grants	4,200	4,200	4,484	284
<b>Investment Income</b>	663	663	558	(105)
<b>Miscellaneous Income</b>				
Cemetery	10,205	10,205	6,563	(3,642)
Animal Control	813	813	533	(280)
Rental Receipts	100	100	200	100
Airport Receipts	25,970	25,970	16,815	(9,156)
Police Fines	20,195	20,195	21,459	1,264
Fire/EMS Receipts	623,999	623,999	582,229	(41,770)
Library Fines	1,777	1,777	2,699	922
Licenses and Permits	606	606	4,487	3,880
Swimming Pool	8,217	8,217	10,885	2,668
Rural Fire District	12,679	12,679	7,100	(5,579)
Insure Oklahoma	34,176	34,176	54,837	20,661
Miscellaneous	11,558	11,558	17,660	6,103
<b>Other Financing Sources:</b>				
Transfer from Other Governments	-	-	7,200	7,200
Transfer from Other Funds	40,171	68,771	68,736	(36)
<b>Amounts available for appropriations</b>	2,133,033	2,133,033	2,433,213	300,180

**CITY OF ANTLERS, OKLAHOMA**  
**Budgetary Comparison Schedule General Fund--Cash Basis**  
**For the Fiscal Year Ended June 30, 2013**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Administration</b>				
Personal Services	61,085	61,085	61,664	579
Maintenance and Operations	13,850	13,850	14,424	574
Capital Outlay	-	-	-	-
	<u>74,935</u>	<u>74,935</u>	<u>76,087</u>	<u>1,152</u>
<b>City Clerk</b>				
Personal Services	38,680	38,680	10,440	(28,240)
Maintenance and Operations	48,550	48,550	48,758	208
Capital Outlay	-	-	-	-
	<u>87,230</u>	<u>87,230</u>	<u>59,198</u>	<u>(28,032)</u>
<b>Finance</b>				
Personal Services	32,772	32,772	45,853	13,081
Maintenance and Operations	4,050	4,050	4,413	363
Capital Outlay	-	-	-	-
	<u>36,822</u>	<u>36,822</u>	<u>50,266</u>	<u>13,444</u>
<b>Receipt Clerk</b>				
Personal Services	25,479	25,479	26,100	621
Maintenance and Operations	-	-	-	-
	<u>25,479</u>	<u>25,479</u>	<u>26,100</u>	<u>621</u>
<b>Police Department</b>				
Personal Services	320,000	320,000	322,384	2,384
Maintenance and Operations	38,700	38,700	35,969	(2,731)
Capital Outlay	-	-	-	-
	<u>358,700</u>	<u>358,700</u>	<u>358,354</u>	<u>(346)</u>
<b>Fire/EMS Department</b>				
Personal Services	515,000	515,000	486,465	(28,535)
Maintenance and Operations	132,075	132,075	137,345	5,270
Capital Outlay	-	-	-	-
	<u>647,075</u>	<u>647,075</u>	<u>623,810</u>	<u>(23,265)</u>
<b>Animal Control</b>				
Personal Services	-	-	-	-
Maintenance and Operations	4,900	4,900	4,149	(751)
	<u>4,900</u>	<u>4,900</u>	<u>4,149</u>	<u>(751)</u>
<b>Municipal Court</b>				
Personal Services	42,421	42,421	42,271	(150)
Maintenance and Operations	-	-	-	-
	<u>42,421</u>	<u>42,421</u>	<u>42,271</u>	<u>(150)</u>
<b>Building Inspection/Public Safety</b>				
Personal Services	37,590	37,590	43,054	5,464
Maintenance and Operations	8,500	8,500	7,308	(1,192)
Capital Outlay	-	-	-	-
	<u>46,090</u>	<u>46,090</u>	<u>50,361</u>	<u>4,271</u>
<b>City Bus Fund</b>				
Personal Services	-	-	-	-
Maintenance and Operations	500	500	644	144
	<u>500</u>	<u>500</u>	<u>644</u>	<u>144</u>
<b>Inmate Director</b>				
Personal Services	31,600	31,600	32,178	578
Maintenance and Operations	8,600	8,600	7,233	(1,367)
	<u>40,200</u>	<u>40,200</u>	<u>39,411</u>	<u>(789)</u>



**CITY OF ANTLERS, OKLAHOMA**  
**Budgetary Comparison Schedule General Fund--Cash Basis**  
**For the Fiscal Year Ended June 30, 2013**

	<u>Budgeted Amounts</u>		<u>Actual</u>	<u>Variance with</u>
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	<u>Final Budget</u>
				<u>Positive (Negative)</u>
<b>Airport</b>				
Maintenance and Operations	33,450	33,450	21,557	(11,893)
Capital Outlay	-	-	-	-
	<u>33,450</u>	<u>33,450</u>	<u>21,557</u>	<u>(11,893)</u>
<b>Cemetery</b>				
Personal Services	11,200	11,200	12,236	1,036
Maintenance and Operations	3,900	3,900	4,838	938
Capital Outlay	-	-	-	-
	<u>15,100</u>	<u>15,100</u>	<u>17,073</u>	<u>1,973</u>
<b>Library</b>				
Personal Services	44,550	44,550	45,478	928
Maintenance and Operations	5,450	5,450	4,522	(928)
Capital Outlay	-	-	-	-
	<u>50,000</u>	<u>50,000</u>	<u>50,000</u>	<u>(0)</u>
<b>Swimming Pool</b>				
Personal Services	10,000	10,000	12,734	2,734
Maintenance and Operations	9,050	9,050	5,850	(3,200)
Capital Outlay	-	-	-	-
	<u>19,050</u>	<u>19,050</u>	<u>18,583</u>	<u>(467)</u>
<b>General Government</b>				
Workers Comp	20,600	20,600	21,348	748
Utilities/Street Lamps	14,000	14,000	12,140	(1,860)
Utilities/Park	9,500	9,500	7,700	(1,800)
Abatelements	5,000	5,000	3,168	(1,832)
Park Maintenance	1,000	1,000	896	(104)
Cleaning Services	15,200	15,200	15,200	(0)
Tax Transfers	185,000	185,000	184,577	(423)
County Hospital	370,000	370,000	369,154	(846)
Building Maintenance	2,500	2,500	3,813	1,313
Sidewalks/Other Grants	-	-	-	-
Insure Oklahoma	18,000	18,000	19,802	1,802
	<u>640,800</u>	<u>640,800</u>	<u>637,796</u>	<u>(3,004)</u>
<b>Seniors Citizens Nutrition</b>				
Maintenance and Operations	10,281	10,281	10,281	-
Capital Outlay	-	-	-	-
	<u>10,281</u>	<u>10,281</u>	<u>10,281</u>	<u>-</u>
<b>Other Financing Uses:</b>				
Transfers to other funds	-	-	-	-
	<u>2,133,033</u>	<u>2,133,033</u>	<u>2,085,942</u>	<u>(47,091)</u>
<b>Ending Budgetary Fund Balance</b>	<u>(0)</u>	<u>(0)</u>	<u>\$ 347,270</u>	<u>\$ 347,271</u>

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF NET ASSETS - COMBINING OF OTHER FUNDS  
GOVERNMENTAL FUNDS - CASH BASIS  
JUNE 30, 2013

	Library Funds	Capital Outlay	911 Fund	Street & Alley	Health Supplement	Senior Nutrition	Cemetery Fund	Municipal Court Fund	Total Other Funds
<b>ASSETS</b>									
Cash and cash equivalents	\$ 17,990	\$ 24,143	\$ 23,168	\$ 111,413	\$ -	\$ 1,780	\$ 5,471	\$ -	\$183,964
Restricted cash and cash equivalents	-	-	-	-	-	-	-	-	-
Accounts receivable	-	-	-	-	-	-	-	-	-
Capital Assets									
Land, inexhaustible assets and construction-in-process	-	-	-	-	-	-	-	-	-
Other capital assets, net of accumulated depreciation	-	-	-	-	-	-	-	-	-
Total Assets	<u>17,990</u>	<u>24,143</u>	<u>23,168</u>	<u>111,413</u>	<u>-</u>	<u>1,780</u>	<u>5,471</u>	<u>-</u>	<u>183,964</u>
<b>LIABILITIES</b>									
Accrued expenses	-	-	-	-	-	-	-	-	-
Due to Other Funds	-	-	-	-	-	-	-	-	-
Compensated Absences	-	-	-	-	-	-	-	-	-
Long-term debt									
Due within one year	-	-	-	-	-	-	-	-	-
Due in more than one year	-	-	-	-	-	-	-	-	-
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>NET ASSETS</b>									
Invested in Capital Assets, net of debt	-	-	-	-	-	-	-	-	-
Restricted									
Debt Service	-	-	-	-	-	-	-	-	-
Other	17,990	24,143	23,168	111,413	-	1,780	5,471	-	183,964
Unrestricted	-	-	-	-	-	-	-	-	-
Total Net Assets	<u>17,990</u>	<u>24,143</u>	<u>23,168</u>	<u>111,413</u>	<u>-</u>	<u>1,780</u>	<u>5,471</u>	<u>-</u>	<u>183,964</u>

See accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS - CASH BASIS  
COMBINED OTHER FUNDS

	Library	Capital Improvement	911 Fund	Street & Alley	Health Supplement	Senior Nutrition	Cemetery Fund	Municipal Court Fund	Total Other Funds
<b>Revenues:</b>									
Taxes	\$ -	\$ 60,667	\$ 40,298	\$ 104,482	\$ -	\$ -	\$ -	\$ -	\$ 205,448
Intergovernmental	-	-	-	21,745	-	-	-	-	21,745
Charges for services	-	-	-	-	-	-	2,188	-	2,188
Fines and forfeitures	-	-	-	-	-	-	-	27,771	27,771
Licenses and permits	-	-	-	-	-	-	-	-	-
Investment income	-	47	34	133	-	-	6	-	220
Miscellaneous	21,025	2,709	4,330	5,361	-	41,967	-	-	75,391
Total Revenues	<u>21,025</u>	<u>63,423</u>	<u>44,662</u>	<u>131,721</u>	<u>-</u>	<u>41,967</u>	<u>2,194</u>	<u>27,771</u>	<u>332,762</u>
<b>Expenditures:</b>									
City Clerk	-	-	-	-	-	-	-	-	-
Finance	-	-	-	-	-	-	-	-	-
Police Department	-	-	-	-	-	-	-	-	-
Fire Department	-	-	-	-	-	-	-	-	-
EMS/Ambulance	-	-	-	-	-	-	-	-	-
Animal Control	-	-	-	-	-	-	-	-	-
Municipal Court	-	-	-	-	-	-	-	4,324	4,324
Public Safety	-	-	21,475	-	-	-	-	-	21,475
City Bus	-	-	-	-	-	-	-	-	-
Inmate	-	-	-	-	-	-	-	-	-
Airport:	-	23,220	-	-	-	-	-	-	23,220
Cemetery	-	-	-	-	-	-	-	-	-
Streets and Alley	-	-	-	107,912	-	-	-	-	107,912
Library	37,113	41,109	-	-	-	-	-	-	78,223
Swimming Pool	-	-	-	-	-	-	-	-	-
General Government	-	30,861	-	-	-	-	-	-	30,861
Senior Citizens Nutrition	-	-	-	-	-	51,210	-	-	51,210
Total Expenditures	<u>37,113</u>	<u>95,190</u>	<u>21,475</u>	<u>107,912</u>	<u>-</u>	<u>51,210</u>	<u>-</u>	<u>4,324</u>	<u>317,225</u>
Excess (deficiency) of revenues over expenditures	(16,089)	(31,768)	23,187	23,810	-	(9,243)	2,194	23,447	15,538
<b>Other Financing Sources</b>									
Transfers In	-	-	22,950	-	-	10,281	-	-	33,231
Transfers Out	-	5,025	28,600	-	-	-	-	23,447	57,072
Total Other Financing Sources	<u>-</u>	<u>(5,025)</u>	<u>(5,650)</u>	<u>-</u>	<u>-</u>	<u>10,281</u>	<u>-</u>	<u>(23,447)</u>	<u>(23,841)</u>
Net Changes in Fund Balances	(16,089)	(36,793)	17,537	23,810	-	1,037	2,194	-	(8,303)
Prior Period Adjustment	-	-	-	-	-	-	-	-	-
Fund Balance - Beginning	34,079	60,935	5,630	87,603	-	743	3,278	-	192,268
Fund Balance - Ending	<u>\$ 17,990</u>	<u>\$ 24,143</u>	<u>\$ 23,168</u>	<u>\$ 111,413</u>	<u>\$ -</u>	<u>\$ 1,780</u>	<u>\$ 5,471</u>	<u>\$ -</u>	<u>\$ 183,964</u>

See Accompanying notes to the basic financial statements.

CITY OF ANTLERS, OKLAHOMA  
Pushmataha County, Oklahoma  
Schedule of Expenditures of Federal Awards  
For Year Ended June 30, 2013

Federal/State Grantor Pass through Grantor Program Title	Federal CDFA Number	Pass- Through Grantor's Number	Program or Award Amount	Cash/ Accrued or (Deferred) Revenue at July 1, 2012	Contract Receipts or Revenue Recognized	Contract Disbursements/ Expenditures	Interest Earned Federal Funds	Match Receipts or Revenue Recognized	Match Disbursements/ Expenditures	Cash/ Accrued or (Deferred) Revenue at June 30, 2013
<b>Department of Commerce</b>										
Water Distribution Improvements	14.228		\$ -	\$ -	\$ 146,739	\$ 146,739	\$ -	\$ -	\$ 26,400	\$ -
CDBG 2013-Sewer Line Improvement	14.228		140,109	-	-	-	-	-	25,508	-
<b>Total Federal Programs</b>			<b>140,109</b>	<b>-</b>	<b>146,739</b>	<b>146,739</b>	<b>-</b>	<b>-</b>	<b>51,907</b>	<b>-</b>
<b>State Farm Grant</b>										
Library Expansion/Remodel			25,000	-	-	16,105	-	-	-	-
<b>State of Oklahoma:</b>										
State Aid - Library			-	-	16,612	16,612	-	-	-	-
Department of Agriculture - Fire			4,484	-	4,484	986	-	-	-	-
Hazard Materials Grant			-	-	-	-	-	-	-	-
Emergency Management Grant			-	-	-	-	-	-	-	-
OJP - Grant/Donation			-	-	-	-	-	-	-	-
<b>Total State Programs</b>			<b>4,484</b>	<b>-</b>	<b>21,096</b>	<b>17,598</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total All Programs</b>			<b>144,593</b>	<b>-</b>	<b>167,835</b>	<b>180,443</b>	<b>-</b>	<b>-</b>	<b>51,907</b>	<b>-</b>

The notes to the financial statements are an integral part of this statement.  
See the accompanying independent auditors' report.